

IN REPLY REFER TO. 3 162.3-1 (111)

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office 1235 La Plata Highway, Suite A Farmington, New Mexico 87401

RCVD FEB 16'12 OIL CONS. DIV.

DIST. 3

February 13, 2012

Williams Production CO., LLC Attn.: Larry Higgins PO Box 640 Aztec, NM 87410

Dear Mr. Higgins:

Reference is made to your Application for Permit to Drill (APD) for the following wells:

No. 1 Com JAECO 26-3 15 well, located 1720' FSL and 1295' FEL, Section 15, T26N, R3W, Rio Arriba County, New Mexico. This APD was approved on December 19, 2006 with an expiration date of December 19, 2010. 30-039-30066

No. 1A Com JAECO 26-3 16 well, located 1160' FSL and 860' FEL, Section 16, T26N, R3W, Rio Arriba County, New Mexico. This APD was approved on December 19, 2006 with an expiration date of December 19, 2010. 30-039-30049

No. 1A Com JAECO 26-3 15 well, located 1300' FNL and 1300' FEL, Section 15, T26N, R3W, Rio Arriba County, New Mexico. This APD was approved on December 19, 2006 with an expiration date of December 19, 2010. 30-039-30067

No. 2 JAECO 26-3 22 well, located 1045' FNL and 1070' FWL, Section 22, T26N, R3W, Rio Arriba County, New Mexico. This APD was approved on October 24, 2007 with an expiration date of October 24, 2011. 30-039-30027

No. 1 JAECO 26-3 22 well, located 1155' FNL and 1705' FEL, Section 22, T26N, R3W, Rio Arriba County, New Mexico. This APD was approved on December 29, 2006 with an expiration date of December 29, 2010.

30-039-30025

No. 1 Com JAECO 26-3 16 well, located 2300' F&L and 1450' F&L, Section 16, T26N, R3W, Rio Arriba County, New Mexico. This APD was approved on December 29, 2006 with an expiration date of December 29, 2010. 30-039-30026

No. 2 JAECO 26-3 15 well, located 1190' FSL and 1300' FWL, Section 15, T26N, R3W, Rio Arriba County, New Mexico. This APD was approved on October 24, 2007 with an expiration date of October 24, 2011. 30-039-30174

According to our records, no known activity has taken place at these locations.

In view of the foregoing, this office is rescinding the approval due to the expiration of these APDs. In addition, we will require a letter confirming that no surface disturbing activities have been conducted at these well sites. Please file letter within 30 days of receipt of this notice. Any surface disturbance conducted must be rehabilitated in accordance with the standards and guidelines established by this office.

If you have any questions regarding the above contact Shea Valdez at (505) 599-8969

cc: NMOCD

BIA: Jicarilla

Jicarilla Apache Nation

bcc: Well files (6)

AFMSS

SValdez:Rescinded

Sincerely,

/s/ Shea Valdez

Shea Valdez

Petroleum Engineer